Legislative Update

Trademark Public Advisory Meeting (TPAC)
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Selected Bills Introduced Thus Far During the 112th Congress:

- H.R. 1249 The Leahy-Smith America Invents Act of 2011 (Patent Reform)
 - Contains fee setting authority and funding provisions for USPTO
 - Passed House on June 23rd by vote of 304-117
 - Senate expected to vote on the House bill shortly after August recess
 - Implementation Website Created <u>www.uspto.gov/AmericaInventsAct</u>





Legislation

- S. 968 Preventing Real Online Threats to Economic Creativity and Theft of Intellectual Property Act of 2011 ("Protect IP" Act) (Sen. Leahy)
 - Would provide DOJ with tools to expeditiously crack down on websites set up to profit from infringement
 - Marked up on May 26th by Judiciary Committee
 - House expected to introduce companion bill shortly
- H.R. 2511 Innovation Design Protection and Piracy Prevention Act (Rep. Goodlatte)
 - House Judiciary Hearing held on July 15, 2011. Witnesses testified that legislation is necessary to protect small & medium design companies from competition from "knock offs"
 - Concerns raised about a potential for excessive or frivolous litigation
 - Bill provides limited protection and addresses concerns raised about prior legislative proposals.



Other Highlighted Issues:

Domain Names / ICANN gTLDs:

- June 2011, ICANN voted to end most restrictions on suffixes, the biggest change to the system since it was created in 1984.
- House Judiciary Hearing held on May 4, 2011.
- Committee Members expressed concerns about ICANN's proposal potential for fraud, consumer confusion, and IP theft.



Update on Telework Legislation Oversight Committee

Implementing Telework Flexibility:

- Pursuant to <u>Public Law 111-292</u> (H.R.1722, 111th Congress), the *Telework Enhancement Act of 2010*, USPTO is in process of implementing new telework flexibilities.
- USPTO Oversight Committee developed operating procedures to ensure reasonable technological alternatives used before requiring employee travel
- MOU with USPTO Unions signed on July 5, 2011.
- Implementation begins 30 days after GSA approval transmitted to Congress with Cost Benefit Analysis.



USPTO Funding & FY 2011 Appropriations

USPTO Funding:

- USPTO currently operating under the Full year Continuing Appropriations Act, 2011 (Public Law 112-10) signed by the President on April 15, 2011; USPTO projects that collections will exceed this by approximately \$80 million.
- Spending in FY2011 limited to \$2.09 billion; difficult decisions made relating to patents, nationwide workforce, IT improvements, and others. Trademark activities unaffected.
- FY 2012 House CJS Committee appropriates \$2.71 billion. Awaiting action by Senate this Fall.
- Patent Reform legislation would enable the agency to set its own on fees (both patents and trademarks) and assesses 15% surcharge on patent fees.



Thank you.

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